

103D CONGRESS
1ST SESSION

S. 195

To repeal the mandatory 20 percent income tax withholding on eligible rollover distributions which are not rolled over.

IN THE SENATE OF THE UNITED STATES

JANUARY 26 (legislative day, JANUARY 5), 1993

Mr. HELMS introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To repeal the mandatory 20 percent income tax withholding on eligible rollover distributions which are not rolled over.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. REPEAL OF MANDATORY 20 PERCENT INCOME**
4 **TAX WITHHOLDING ON ELIGIBLE IRA ROLL-**
5 **OVER DISTRIBUTIONS WHICH ARE NOT**
6 **ROLLED OVER.**

7 (a) REPEAL OF WITHHOLDING REQUIREMENT.—
8 Subsection (b) of section 522 of the Unemployment Com-
9 pensation Amendments of 1992 (relating to withholding
10 on eligible rollover distributions which are not rolled over),

1 and the amendments made by such subsection, are hereby
2 repealed, and the Internal Revenue Code of 1986 shall be
3 applied and administered as if such subsection, and
4 amendments, had never been enacted.

5 (b) OFFSET.—The President is authorized to reduce
6 obligations and expenditures for programs, projects, and
7 activities authorized under the Foreign Assistance Act of
8 1961, except for allocation of funds for countries specified
9 in law, by such sums as are necessary to offset the loss
10 of revenues under subsection (a).

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